Served: April 17, 1998



# UNITED STATES OF AMERICA DEPARTMENT OF TRANSPORTATION OFFICE OF THE SECRETARY WASHINGTON, D.C.

Issued by the Department of Transportation on the 26<sup>th</sup> day of March, 1998

Application of

## SKY KING, INC.

for a certificate of public convenience and necessity under 49 U.S.C. 41102 to engage in foreign charter air transportation of persons, property, and mail

**Docket OST-97-3113** 

### ORDER ISSUING CERTIFICATE

By Order 98-3-26, issued March 26, 1998, we found Sky King, Inc., fit, willing, and able to engage interstate and foreign charter air transportation of persons, property, and mail. Further, by that order, we issued a section 41102 certificate authorizing Sky King to engage in interstate charter air transportation.

By this order, we are issuing a companion certificate to Sky King, authorizing it to engage in foreign charter air transportation. Instead of repeating our findings and conclusions in Order 98-3-26, we incorporate them here by reference.

## ACCORDINGLY,

- 1. We issue a certificate of public convenience and necessity Sky King, Inc., to engage in foreign charter air transportation of persons, property, and mail.
- 2. Unless disapproved by the President of the United States under 49 U.S.C. 41307, this order shall become effective on the 61st day after its submission for section 41307 review or upon the date of receipt of advice from the President or his designee under Executive Order 12597 and

implementing regulations that he or she does not intend to disapprove the Department's order under that section, whichever occurs earlier.<sup>1</sup>

- 3. Should Sky King, Inc., propose to operate more than one aircraft, we direct it to notify the Department in writing at least 45 days prior to the proposed operation and demonstrate its fitness to conduct such operations before their commencement.
- 4. We direct Sky King, Inc., to submit to the Air Carrier Fitness Division a first year progress report within 45 days of the end of its first year of actual flight operations.<sup>2</sup>
- 5. This docket shall remain open until the certificate being issued here has been made effective by the Department.
- 6. We will serve a copy of this order on the persons listed in Attachment A.

By:

## **CHARLES A. HUNNICUTT**

Assistant Secretary for Aviation and International Affairs

(SEAL)

An electronic version of this document is available on the World Wide Web at: http://dms.dot.gov/dotinfo/general/orders/aviation.html.

<sup>&</sup>lt;sup>1</sup> This order was submitted section 41307 review on March 26, 1998. On April 13, 1998, we received notification that the President's designee, under Executive Order 12597 and implementing regulations, did not intend to disapprove the Department's order.

<sup>&</sup>lt;sup>2</sup> The report should include a description of the carrier's current operations (number and type of aircraft, principal markets served, total number of full-time and part-time employees), a summary of how these operations have changed during the year, a discussion of any changes it anticipates from its current operations during its second year, current financial statements, and a listing of current senior management and key technical personnel.



# Certificate of Public Convenience and Necessity for Foreign Charter Air Transportation

This Certifies That

SKY KING, INC.

is authorized, subject to the provisions of Subtitle VII of Title 49 of the United States Code, the orders, rules, and regulations issued thereunder, and the attached Terms, Conditions, and Limitations, to engage in foreign charter air transportation of persons, property, and mail.

This Certificate is not transferable without the approval of the Department of Transportation.

By Direction of the Secretary

Issued by Order98-4-14 On March 26, 1998 Effective on (See Attached) Charles A. Hunnicutt
Assistant Secretary for Aviation
and International Affairs



# Terms, Conditions, and Limitations

## SKY KING, INC.

is authorized to engage in foreign charter air transportation of persons, property, and mail:

Between any place in the United States and any place outside thereof.

This authority is subject to the following provisions:

- (1) The authority to operate under this certificate will not become effective until six (business) days after the Department has received the following documents; provided, however, that the Department may stay the effectiveness of this authority at any time prior to that date:
  - (a) A copy of the holder's Air Carrier Certificate and Operations Specifications authorizing such operations from the Federal Aviation Administration (FAA).
  - (b) A certificate of insurance on OST Form 6410 evidencing liability insurance coverage meeting the requirements of 14 CFR 205.5(b) for all of its aircraft.
  - (c) A statement of any changes the holder has undergone in its ownership, key personnel, operating plans, financial posture, or compliance history, since the date of the Show Cause Order in this case.
  - (d) A revised list of pre-operating expenses already paid and those remaining to be paid, as well as independent verification that the holder has available to it funds sufficient to cover any remaining pre-operating expenses and to provide a working capital reserve equal to the operating costs that would be incurred in three months of operations.
- (2) Pending receipt of effective authority, the holder may not accept payment of any kind (i.e., cash, check, or credit card), issue tickets for the operations proposed under this certificate, or enter into contracts with charter operators, and any advertisement by the holder must prominently state: "This service is subject to receipt of government operating authority."

- (3) The holder shall at all times conduct its operations in accordance with the regulations prescribed by the Department of Transportation for the services authorized by this certificate, and with such other reasonable terms, conditions, and limitations as the Department of Transportation may prescribe in the public interest.
- (4) The holder shall at all times conduct its operations in accordance with all treaties and agreements between the United States and other countries, and the exercise of the privileges granted by this certificate is subject to compliance with such treaties and agreements and with any orders of the Department of Transportation issued under them or for the purpose of requiring compliance with them.
- (5) The exercise of the authority granted here is subject to the holder's first obtaining from the appropriate foreign governments such operating rights as may be necessary.
- (6) The holder's authority is effective only to the extent that such operations are also authorized by the FAA.
- (7) The holder shall at all times remain a "Citizen of the United States" as required by 49 U.S.C. 40102(a)(15).
- (8) The holder shall maintain in effect liability insurance coverage as required under 14 CFR Part 205. Failure to maintain such insurance coverage will render a certificate ineffective, and this or other failure to comply with the provisions of Subtitle VII of Title 49 of the United States Code or the Department's regulations shall be sufficient grounds to revoke this certificate.
- (9) Should the holder propose any substantial changes in its ownership, management, or operations (as that term is defined in 14 CFR 204.2(n)), it must first comply with the requirements of 14 CFR 204.5.

(10) In the event that the holder does not commence actual flying operations under this certificate within one year of the date of the Department's determination of its fitness, its authority shall be revoked for dormancy. Further, in the event that the holder commences operations for which it was found "fit, willing, and able" and subsequently ceases all such operations, its authority under this certificate shall be suspended under the terms of 14 CFR 204.7 and the holder may neither recommence nor advertise such operations unless its fitness to do so has been redetermined by the Department. Moreover, if the holder does not resume operations within one year of its cessation, its authority shall be revoked for dormancy.

## SERVICE LIST FOR SKY KING, INC.

## Attachment A

GREGG LUKENBILL
PRESIDENT
SKY KING INC
3600 POWER INN ROAD
SACRAMENTO CA 95826

RICHARD BIRNBACH AFS-500 MGR FIELD PROGRAMS DIV FAA BOX 20034 DULLES INTL AIRPORT WASHINGTON DC 20041

MGR FLIGHT STANDARDS DIV FAA AWP200 WESTERN PACIFIC REGION HDQ P O BOX 92007 WORLD POSTAL CENTER LOS ANGELES CA 90009 JOHN H CASSADY AGC-2 DEPUTY CHIEF COUNSEL FEDERAL AVIATION ADMIN 800 INDEPENDENCE AVE SW WASHINGTON DC 20591

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